PLAZA TOWERS 555 CAPITOL MALL SUITE 600 SACRAMENTO, CA 95814

OFFICES ALSO IN GLENDALE, CA

01-AFC-15

CALIF ENERGY COMMISSION

NOV 27 2002

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November 27, 2002

Ms. Theresa Epps California Energy Commission Docket Unit, MS-4 1516 Ninth Street Sacramento, CA 95814-5512

Re: Docket No. 01-AFC-15

Dear Ms. Epps:

Enclosed for filing with the California Energy Commission are one original and 12 (Twelve) copies of the Notice of Withdrawal, for the South Star Cogeneration Project (01-AFC-15).

Sincerely,

Scott A. Galati

Counsel to

South Star Cogeneration, LLC

SAG/cp Enclosures

...\Admin\South StanCvr Dcket 11-27-02

## GRATTAN & GALATI COUNSELORS & ADVOCATES

PLAZA TOWERS 555 CAPITOL MALL SUITE 600 SACRAMENTO, CA 95814

OFFICES ALSO IN GLENDALE, CA

November 25, 2002

Mr. Steve Larson Executive Director California Energy Commission 1519 Ninth Street Sacramento, California 95814

Subject:

Notice of Withdrawal

South Star Cogeneration Project - 01-AFC-15

Dear Mr. Larson,

We represent South Star Cogeneration, LLC, a wholly owned subsidiary of Rolls-Royce Power Ventures (U.S.), Inc. South Starr Cogeneration, LLC filed an Application For Certification (AFC) on August 13, 2001 requesting the California Energy Commission (CEC) to license the South Star Cogeneration Project. The South Star Cogeneration Project consisted of two substantially identical cogeneration sites (South Star I and South Star II) located approximately 1.5 miles apart on contiguous Texaco California Inc (TCI) property in the South Midway-Sunset Oilfield.

In late fall of 2001, while the CEC was evaluating whether the AFC had sufficient information to begin its analysis, South Star Cogeneration, LLC requested the CEC to place the project on hold while it evaluated the economic feasibility of the project considering the regulatory climate in California. South Star Cogeneration, LLC wishes to thank the CEC for its work on the project to date but respectfully withdraws the project from consideration at this time.

If you have any questions, please do not hesitate to contact me at (916) 441-6575.

Sincerely,

Scott A. Galati

Counsel to South Star Cogeneration, LLC